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## BEFORE THE POSTAL REGULATORY COMMISSION WASHINGTON, D.C. 20268-0001

Mail Classification Schedule	Docket No. RM2011-8

## SUPPLEMENTAL COMMENTS OF UNITED STATES POSTAL SERVICE ON MAIL CLASSIFICATION SCHEDULE

(July 7, 2011)

On February 7, 2011, the Postal Regulatory Commission ("Commission") issued Order No. 666 ("Order"), which established this proceeding to consider modifications to the Commission's rules governing the Mail Classification Schedule ("MCS"). That Order also included a proposed MCS, stated that rate and classification changes as of December 31, 2010, had been incorporated into that proposed MCS, and requested that comments be submitted by March 24, 2011. The Order further provided that the Commission "intends to incorporate any subsequently approved rate or classification changes that [would] occur prior to issuing the final rule in th[e] docket."<sup>2</sup>

In response to Order No. 666, the Postal Service provided its comments on March 24, 2011, and submitted a pleading along with a marked up version of the Commission's draft MCS (MCS Markup.pdf), reflecting its proposed changes.<sup>3</sup>

Subsequent to the filing of its comments, the Postal Service has performed additional review of the MCS. The Postal Service accordingly submits the attached

<sup>2</sup> *Id.* 

<sup>&</sup>lt;sup>1</sup> Order No. 666, Notice of Proposed Rulemaking Concerning Mail Classification Schedule, Docket No. RM2011-8. February 7, 2011, at 3.

<sup>&</sup>lt;sup>3</sup> Comments of United States Postal Service, Docket No. RM2011-8, March 24, 2011.

revisions to the MCS to supplement its prior response to the Order. The attached revisions attempt to incorporate the MCS changes that occurred since the beginning of the present calendar year, so as to create a working draft of the MCS to be used for subsequent filings this year.<sup>4</sup> Additionally, the Postal Service identified and incorporated a few changes to the MCS that were inadvertently omitted from its prior filing. These particular changes relate to intellectual property considerations and other minor omissions.

All changes provided in this supplemental filing are added to the draft MCS (MCS Markup.pdf) attached to the Postal Service's response to Order No. 666, filed on March 24, 2011.<sup>5</sup> The Postal Service has also prepared the attached summary table describing all of the changes added since its March 24, 2011 filing.

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<sup>&</sup>lt;sup>4</sup> In order to separate the tracking and reporting of Lightweight Commercial Parcels from that of First-Class Mail Parcels, the Postal Service needs to promulgate certain DMM and other changes. For example, the Postal Service needs to change the markings that customers are required to place on Lightweight Commercial Parcels pieces. The Postal Service intends to promulgate these changes shortly, with the goal of tracking and reporting Lightweight Commercial Parcels separately from First-Class Mail Parcels effective October 1, 2011.

<sup>&</sup>lt;sup>5</sup> The draft Mail Classification Schedule, which is submitted in the instant supplemental comment filing, includes the initial red-lined changes that were provided by the Postal Service on March 24. In addition to the previously submitted red-lined changes, the Postal Service's proposed supplemental changes are shown on the draft MCS in pink font.

Respectfully submitted,

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July 7, 2011

## **APPENDIX A**

**Proposed Supplemental Changes to Draft Mail Classification Schedule** 

## **Proposed Supplemental Changes to the Draft Mail Classification Schedule**

SECTION	Proposed Change	RATIONALE
Trademark Notice	Update page ii to include the following trademarks: Postal Store <sup>®</sup> , Global Bulk Economy <sup>®</sup> , Priority Mail Flat Rate <sup>TM</sup> , Express Mail Flat Rate <sup>TM</sup> , Commercial Base <sup>TM</sup> , Commercial Plus <sup>TM</sup> , Priority Mail Regional Rate <sup>TM</sup> , and PC Postage <sup>®</sup> .	Intellectual Property Purposes
	Change: "Certified Mail <sup>®</sup> "	
Table of Contents	Add Discover Financial Services, Inc. Negotiated Service Agreement to section 1600, after 1601.4 and assign a number. Please note that this is not a Standard Mail Declining Block Rates agreement.	See Docket Nos. MC2011- 19/R2011-3
Table of Contents	Change the title of 1801 "Alternative Postage Payment Method for Greeting Cards" to "Alternate Postage Payment Method for Greeting Cards"	See Docket No. MT2011-1
Table of Contents	Add 1802 "Every Door Direct Mail Retail"	See Docket No. MT2011-3
Table of Contents	Add 1803 "Mail Works Guaranteed"	See Docket No. MT2011-4
Table of Contents	Add 2125 "Lightweight Commercial Parcels"	See Docket No. MC2011-22

SECTION	Proposed Change	RATIONALE
Table of Contents	Change "2125 Market Tests" to "2130 Market Tests" Change "2125.1 Collaborative Logistics" to "2130.1 Collaborative Logistics"	Numbering for Market Tests should be changed to accommodate the inclusion of Lightweight Commercial
Table of Contents	Remove "2125.2 Samples Co-op Box"	Parcels.  Market Test has
Table of Contents	Add "2130.3 Gift Card Market Test"	expired See Docket No. MT2011-2
Table of Contents	Add "2505.8 Priority Mail—Non-published Rates"	See Docket Nos. MC2011- 15/CP2011-51
Table of Contents	Add "2645 Competitive Ancillary Services"	See Docket Nos. MC2011- 23/CP2011-62
1000, Market Dominant Product List	Under Negotiated Service Agreements, add "Discover Financial Services, Inc. Negotiated Service Agreement	See Docket Nos. MC2011- 19/R2011-3
1000, Market Dominant Product List	Under Market Tests, add "Every Door Direct Mail Retail"	See Docket No. MT2011-3
1000, Market Dominant Product List	Under Market Tests, add "Mail Works Guaranteed"	See Docket No. MT2011-4

SECTION	Proposed Change	RATIONALE
1105.5, Single-Piece	Rate changes are reflected in draft MCS for Single-Piece Machinable Letters, Single-Piece NonMachinable Letters, Single-Piece QBRM Letters, Single-Piece Postcards, and Single-Piece	See Docket No. R2011-2
Letters/Postcards,	QBRM Postcards.	1120112
Prices	*changes are shown in pink font	

SECTION		Proposed Change	RATIONALE
1110.3, Presorted Letters/Postcards,	Add the following:  • Le	tter Round-Trip Mailer	See Docket No. C2009-1, Order No. 718
Price Categories	Le	tter Round-Trip Mailer	
	a.	Letter Round-Trip Mailer service allows a mailer to send a letter-shaped mailpiece to a subscriber at the applicable Presorted Letters/Postcards price and pay postage for the return of the contents of that mailpiece at the Single-Piece Machinable Letters price.	
	b.	A mailer may either prepay postage for the return mailpiece by using Permit Reply Mail or only pay for mailpieces actually returned by using Business Reply Mail.	
	C.	Qualifying pieces must contain a standard 12 cm or smaller optical disc.	
	d.	Qualifying pieces must weigh no more than one (1) ounce.	
	e.	Returned pieces must be picked up by the mailer at designated Postal Service facilities.	
	f.	Letter Round-Trip Mailers are not subject to prices for:	
		(i) the Nonmachinable Letters price category of Presorted Letters/Postcards, or	
		(ii) the Single-Piece Nonmachinable Letters price category of Single-Piece Letters/Postcards.	

Section	Proposed Change	RATIONALE
1110.4, Presorted Letters/Postcards, Optional Features	Add "Mobile Barcode Promotion (Expires August 31, 2011)"	See Docket No. R2011-5
1110.5, Presorted Letters/Postcards, Prices	Rate changes are reflected in draft MCS for Automation Letters and Automation Postcards.  *changes are shown in pink font	See Docket No. R2011-2
1110.5, Presorted Letters/Postcards, Prices	Add the following after the table for Automation Postcards:  Full-service Intelligent Mail Option  Subtract \$0.003 for each automation postcard that complies with the requirements for the full-service Intelligent Mail option.	See Docket No. R2011-2
1110.5 d, Presorted Letters/Postcards, Prices	Change "under the full service Intelligent Mail option" to "under the basic full service Intelligent Mail option."	See Docket No. MC2011-20

SECTION	Proposed Change	RATIONALE
1110.5 Presorted	Add the following to 1110.5, after the information on Reply Rides Free Program:	See Docket No. R2011-5
Letters/Postcard, Prices	Mobile Barcode Promotion (Expires August 31, 2011)	
	Provide a three percent discount on the total postage for First-Class Mail and Standard Mail letters, postcards and flats sent using a permit imprint payment method, which include a two-dimensional mobile barcode inside or on the mailpiece, during the established program period, to mailers that comply with the eligibility requirements of the program.	
	Also note that the word "commercial" has been removed from the classification language to satisfy Order No. 731.	

SECTION	Proposed Change	RATIONALE
1115.3, Flats, Price Categories	Add the following:  • Flat Round-Trip Mailer	See Docket No. C2009-1, Order No. 718
	Flat Round-Trip Mailer	
	a. Flat Round-Trip Mailer service allows a mailer to send a flat-shaped mailpiece to a subscriber at the applicable one (1) ounce Flats price and pay postage for the return of the contents of that mailpiece at the one (1) ounce Single-Piece Flats price.	
	<ul> <li>A mailer may either prepay postage for the return mailpiece by using Permit Reply Mail or only pay for mailpieces actually returned by using Business Reply Mail.</li> </ul>	
	c. Qualifying pieces must contain a standard 12 cm or smaller optical disc.	
	d. Pieces weighing no more than two (2) ounces qualify for the one (1) ounce rate.	
	e. Returned pieces must be picked up by the mailer at designated Postal Service facilities	
1115.4, Flats, Optional Features	Add "Mobile Barcode Promotion (Expires August 31, 2011)"	See Docket No R2011-5
1115.5, Flats, Prices	Rate changes are reflected in draft MCS for Automation Flats  *changes are shown in pink font	See Docket No R2011-2

SECTION 1115.5, Flats, Prices	PROPOSED CHANGE  Add the following after the table for Automation Flats:  Full-service Intelligent Mail Option  Subtract \$0.003 for each automation flat that complies with the requirements for the full-service Intelligent Mail option.	RATIONALE See Docket No. R2011-2
1115.5, Flats, Prices	Rate changes are reflected in draft MCS for Single-Piece Flats  *changes are shown in pink font	See Docket No. R2011-2
1115.5, Flats, Prices	Remove the following language which appears after the price table for Single-Piece Flats:  Full-service Intelligent Mail Option  Subtract \$0.003 for each automation flat that complies with the requirements for the full-service Intelligent Mail option.	See Docket No. R2011-2
1120, Parcels	Deletions to 1120 reflect MC2011-22, Order No. 710.	See Docket No. MC2011-22, Order No. 712

SECTION			Pro	POSED CHANGE				RATIONALE
1120.1	Section	1120.1 should re	ad as follows:					See Docket No.
Parcels, Size and Weight Limitations	1120.1	Size and W	eight Limitations					MC2011-22
	Retail (	Single-Piece)						
			Length	Height	Thicknes	SS	Weight	-
		Minimum		ecommodate postage ments on the addres			none	
		Maximum	108 inches in com	bined length and gi	rth		13 ounces	
	Parcels	(Keys and Identif	ication Devices)					
	•		Length	Height	Thickness		Weight	
		Minimum	not applicable			none	e	
	_	Maximum	not applicable			2 po	ounds	
	*change	s are shown in pink	font					

SECTION			Pro	POSED CHANGE	RATIONALE
1120.2, Parcels, Minimum			uld read as follows:		See Docket No. MC2011-22
Volume Requirements	1120.2	Mınır	num Volume Requiremer	nts	
·				Minimum Volume Requirements	
		Parcels	Retail	none	
			Keys and Identification Devices	none	
		s are shown i			
1120.3, Parcels, Price	Section	1120.3 sho	uld read as follows:		See Docket No. MC2011-22
Category	1120.3		Price Categories		
		The f	ollowing price categories	are available for the product specified in this section:	
		• R	etail Single-Piece		
			Leys and Identification De usiness reply mail advanc	vices – Payment is due on delivery unless an active e deposit account is used	
	*changes	s are shown in p	oink font		

	on 1120.5 should re	PROPOSED CHA ad as follows:	NGE
Parcels, Prices 1120. Retail			
	Maximum Weight	Single- Piece	
	(ounces)	(\$)	
	1	1.71	
	2	1.71	
	3	1.71	
	4	1.88	
	5	2.05	
	6	2.22	
	7	2.39	
	8	2.56	
	9	2.73	
	10	2.90	
	11	3.07	
	12	3.24	
	13	3.41	

SECTION		Proposed Change	RATIONALE
1120.5, Parcels, Prices	Keys and Identification D		See Docket No. MC2011-22
	Maximum Weight	Keys and Identification	
	(ounces)	<u>Devices</u> ( <u>\$)</u>	
	$\frac{1}{2}$	2.46 2.46	
	2 3 4 5	2.46 2.46 2.63 2.80	
		2.97	
	6 7 8 9	3.14 3.31 3.48 3.65	
		<u>3.82</u>	
	11 12 13	3.99 4.16	
	1 (pound) 2 (pounds)	* *	
	*Priority Mail Retail Zone		
	*changes are shown in pink fo	ont	

SECTION	Proposed Change	RATIONALE
1125.6 Outbound Single- Piece First-Class Mail International	Rate changes are reflected in draft MCS for Machinable Letters, Nonmachinable Letters, Postcards, Large Envelopes (Flats), and Packages Small Packet, including Rolls.  *changes are shown in pink font	See Docket No. R2011-2
1205.5, Standard Mail (Commercial and Nonprofit), High Density and Saturation Letters, Optional Features	Add "Mobile Barcode Promotion (Expires August 31, 2011)"	See Docket No. R2011-5
1205.6, Standard Mail (Commercial and Nonprofit), High Density and Saturation Letters, Prices	Rate changes are reflected in draft MCS for Saturation Letters (3.3 ounces or less) and High Density Letters (3.3 ounces or less).  *changes are shown in pink font	See Docket No. R2011-2

Section	Proposed Change	RATIONALE
1205.6, Standard Mail (Commercial and Nonprofit), High Density and Saturation	Paragraph below Saturation and High Density Nonautomation Letters (3.3 ounces or less) should read as follows:  Automation letter-shaped pieces that weigh more than 3.3 ounces but not more than 3.5 ounces pay the applicable flats piece and pound rate price but receive a discount off the piece price rate equal to the minimum flats per piece price rate minus the minimum letter	See Docket No. R2011-2
Letters, Prices	per piece price-rate corresponding to the applicable entry point and density tier.  Nonautomation saturation and high-density letters pay prices shown in the applicable 1210.5 flats tables. These letters cannot be entered at DDUs and must be prepared as letters.	
1007.0	*changes are shown in pink font	
1205.6, Standard Mail (Commercial and	Add the following to 1205.6, after the information on Saturation and High Density Incentive Program:	See Docket No. R2011-5
Nonprofit), High Density and	Mobile Barcode Promotion (Expires August 31, 2011)	
Saturation Letters, Prices	Provide a three percent discount on the total postage for First-Class Mail and Standard Mail letters, postcards and flats sent using a permit imprint payment method, which include a two-dimensional mobile barcode inside or on the mailpiece, during the established program period, to mailers that comply with the eligibility requirements of the program.	
	Also note that the word "commercial" has been removed from the classification language to satisfy Order No. 731.	

SECTION	Proposed Change	RATIONALE
1210.5, Standard Mail (Commercial and Nonprofit), High Density and Saturation Flats/Parcels, Optional Features	Add "Mobile Barcode Promotion (Expires August 31, 2011)"	See Docket No. R2011-5
1210.6, Standard Mail (Commercial and Nonprofit), High Density and Saturation Flats/Parcels, Prices	Rate changes are reflected in draft MCS for Saturation Flats (3.3 ounces or less), Saturation Parcels (3.3 ounces or less), Saturation Parcels (greater than 3.3 ounces), High Density Flats (3.3 ounces or less), High Density Flats (greater than 3.3 ounces), High Density Parcels (3.3 ounces or less), and High Density Parcels (greater than 3.3 ounces).  *changes are shown in pink font	See Docket No. R2011-2
1210.6, Standard Mail (Commercial and Nonprofit), High Density and Saturation Flat/Parcels, Prices	Add the following to 1210.6, after the information on Saturation and High Density Incentive Program:  **Mobile Barcode Promotion (Expires August 31, 2011)*  Provide a three percent discount on the total postage for First-Class Mail and Standard Mail letters, postcards and flats sent using a permit imprint payment method, which include a two-dimensional mobile barcode inside or on the mailpiece, during the established program period, to mailers that comply with the eligibility requirements of the program.  Also note that the word "commercial" has been removed from the classification language to satisfy Order No. 731.	See Docket No. R2011-5

SECTION	Proposed Change	RATIONALE
1215.4, Standard Mail (Commercial and Nonprofit), Carrier Route, Optional Features	Add "Mobile Barcode Promotion (Expires August 31, 2011)"	See Docket No. R2011-5
1215.5, Standard Mail (Commercial and Nonprofit), Carrier Route, Prices	Rate changes are reflected in draft MCS for Carrier Route Letters (3.3 ounces or less).  *changes are shown in pink font	See Docket No. R2011-2
1215.5, Standard Mail (Commercial and Nonprofit), Carrier Route, Prices	Paragraph below table for Carrier Route Letters (3.3 ounces or less) should read as follows:  Carrier Route Letters (greater than 3.3 ounces)  Automation-compatible barcoded carrier route letter-shaped pieces that weigh more than 3.3 ounces but not more than 3.5 ounces pay the applicable flats piece and pound price rate-but receive a discount off the piece price rate equal to the minimum flats per piece price rate-minus the minimum letter per piece price rate corresponding to the applicable entry point and density tier.  Nonautomation basic carrier route letters pay prices shown in 1215.5 carrier route flats tables.  These letters cannot be entered at DDUs and must be prepared as letters.  *changes are shown in pink font	See Docket No. R2011-2
1215.5, Standard Mail (Commercial and Nonprofit), Carrier Route, Prices	Rate changes are reflected in draft MCS for Carrier Route Flats (3.3 ounces or less), Carrier Route Flats (greater than 3.3 ounces), Carrier Route Parcels (3.3 ounces or less), and Carrier Route Parcels (greater than 3.3 ounces).  *changes are shown in pink font	See Docket No. R2011-2

SECTION	Proposed Change	RATIONALE
1215.5, Standard Mail	Add the following to the end of 1215.5:	See Docket No. R2011-5
(Commercial and Nonprofit), Carrier	Mobile Barcode Promotion (Expires August 31, 2011)	
Route, Prices	Provide a three percent discount on the total postage for First-Class Mail and Standard Mail letters, postcards and flats sent using a permit imprint payment method, which include a two-dimensional mobile barcode inside or on the mailpiece, during the established program period, to mailers that comply with the eligibility requirements of the program.  Also note that the word "commercial" has been removed from the classification language to satisfy Order	
	No. 731.	
1220.4, Standard Mail (Commercial and Nonprofit), Letters, Optional Features	Add "Mobile Barcode Promotion (Expires August 31, 2011)"	See Docket No. R2011-5
1220.5, Standard Mail (Commercial and Nonprofit),	Rate changes are reflected in draft MCS for Automation Letters (3.3 ounces or less), Machinable Letters (3.3 ounces or less), and Nonmachinable Letters (3.3 ounces or less).	See Docket No. R2011-2
Letters, Prices	*changes are shown in pink font	

SECTION	Proposed Change	RATIONALE
1220.5, Standard Mail	Add the following to the end of 1220.5:	See Docket No. R2011-5
(Commercial and Nonprofit),	Mobile Barcode Promotion (Expires August 31, 2011)	
Letters, Prices	Provide a three percent discount on the total postage for First-Class Mail and Standard Mail letters, postcards and flats sent using a permit imprint payment method, which include a two-dimensional mobile barcode inside or on the mailpiece, during the established program period, to mailers that comply with the eligibility requirements of the program.	
	Also note that the word "commercial" has been removed from the classification language to satisfy Order No. 731.	
1225.4, Standard Mail (Commercial and Nonprofit), Flats, Optional Features	Add "Mobile Barcode Promotion (Expires August 31, 2011)"	See Docket No. R2011-5
1225.5, Standard Mail (Commercial and Nonprofit), Flats, Prices	Changes are made to prices for Automation Flats (3.3 ounces or less), Automation Flats (greater than 3.3 ounces), Nonautomation Flats (3.3 ounces or less), and Nonautomation Flats (greater than 3.3 ounces).	See Docket No. R2011-2
	*changes are shown in pink font	

SECTION	Proposed Change	RATIONALE
1225.5, Standard Mail	Add the following to the end of 1225.5:	See Docket No. R2011-5
(Commercial and Nonprofit), Flats,	Mobile Barcode Promotion (Expires August 31, 2011)	
Prices	Provide a three percent discount on the total postage for First-Class Mail and Standard Mail letters, postcards and flats sent using a permit imprint payment method, which include a two-dimensional mobile barcode inside or on the mailpiece, during the established program period, to mailers that comply with the eligibility requirements of the program.  Also note that the word "commercial" has been removed from the classification language to satisfy Order No. 731.	
1230.5, Standard Mail (Commercial and Nonprofit), Not Flat-Machinables (NFMs) Parcels, Prices	Rate changes are reflected in draft MCS for Not Flat-Machinables (3.3 ounces or less), Not Flat-Machinables (greater than 3.3 ounces), Machinable Parcels (greater than 3.3 ounces), Irregular Parcels (3.3 ounces or less), and Irregular Parcels (greater than 3.3 ounces).  *changes are shown in pink font	See Docket No. R2011-2

SECTION	Proposed Change	RATIONALE
1230.5,	Change the following:	See Docket No.
Standard Mail (Commercial and	Forwarding-and-Return Service	R2011-2
Nonprofit), Not	Training and riotain control	
Flat-Machinables	Pieces requesting Forwarding-and-Return Service that are returned are charged the	
(NFMs) Parcels, Prices	appropriate First-Class Mail price for the piece plus the price multiplied by a factor of 2.472.	
	to	
	Forwarding-and-Return Service	
	Pieces requesting Forwarding-and-Return Service that are returned are charged the appropriate First-Class Mail price or Priority Mail price for the piece plus the price multiplied by a factor of 2.472.	
	*changes are shown in pink font	

SECTION	Proposed Change	RATIONALE
1230.5,	Change the following:	See Docket No.
Standard Mail (Commercial and	Nonbarcoded Parcels and Not Flat-Machinable Surcharge	R2011-2
Nonprofit), Not Flat-Machinables (NFMs) Parcels, Prices	For nonbarcoded parcels and Not Flat-Machinable pieces, add \$0.05 per piece. The Surcharge does not apply to pieces sorted to 5-digit ZIP Code numbers.	
	to	
	Nonbarcoded Parcels and Not Flat-Machinable Surcharge	
	For nonbarcoded parcels and Not Flat-Machinable pieces, add \$0.064 per piece. The surcharge does not apply to pieces sorted to 5-digit ZIP Code numbers.	
	*changes are shown in pink font	
1305.5,	Change first line from "The following additional postal services may be available in conjunction"	Trademark
Periodicals, In-	to "The following additional services may be available in conjunction."	purposes
County		
Periodicals, Optional		
Features		
1305.5,	Rate changes are reflected in draft MCS for In-County Automation, In-County Nonautomation,	See Docket No.
Periodicals, In-	and Worksharing Discount for DDU.	R2011-2
County		
Periodicals,	*changes are shown in pink font	
Prices		

SECTION	Proposed Change	RATIONALE
1310.4,	Change the following:	See Docket No.
Periodicals,	Dundle Date Drice	MC2011-5
Outside-County Periodicals, Price	Bundle Rate-Price	
Categories	The bundle-rate price applies to all Outside-County mail prepared in bundles. The rate price paid for a bundle depends on the presort level of container holding the bundle. Firm bundles have all pieces destined for one address. The following price categories are available for the product specified in this section:  to  Bundle Rate-Price	
	The bundle rate price applies to all Outside-County mail prepared in bundles. The rate price paid for a bundle depends on the presort level of container holding the bundle. For bundles containing both Periodicals and Standard Mail pieces, the bundle price is multiplied by the proportion of pieces in the bundle that are Periodicals pieces. Firm bundles have all pieces destined for one address. The following price categories are available for the product specified in this section:  *changes are shown in pink font	

Section	Proposed Change	RATIONALE
1310.4, Periodicals,	Change the following:	See Docket No. MC2011-5
Outside-County Periodicals, Price	Container Rate-Price	
Categories	The container rate-price applies to all Outside-County mail prepared in trays, sacks, pallets, or other containers. The following price categories are available for the product specified in this section:	
	to Container Rate-Price	
	The container rate-price applies to all Outside-County mail prepared in trays, sacks, pallets, or other containers. For containers containing both Periodicals and Standard Mail pieces, the container price is multiplied by the proportion of weight on the container contributed by the Periodicals pieces. The following price categories are available for the product specified in this section:	
	*changes are shown in pink font	
1310.6, Periodicals, Outside-County Periodicals, Prices	Rate changes are reflected in draft MCS for per Pound Price and per Piece Price.  *changes are shown in pink font	See Docket No. R2011-2
1310.6 e, Periodicals, Outside-County Periodicals,	<ul> <li>e. Editorial Adjustment</li> <li>A per piece editorial adjustment is provided by subtracting \$0.00099 for each 1 percent of editorial (nonadvertising) content from the applicable piece rate price.</li> </ul>	See Docket No R2011-2
Prices	*The word "piece" should not be deleted, despite request in the March 24 comments. *changes are shown in pink font	

Section	Proposed Change	RATIONALE
1310.6 f,	f. Firm Bundle Piece <del>Rate</del> -Price	See Docket No
Periodicals,		R2011-2
Outside-County Periodicals,	Firm bundles are charged a single piece price of \$0.181.	
Prices	*changes are shown in pink font	
1310.6,	Rate changes are reflected in draft MCS for Bundle Rate Prices (per bundle).	See Docket No
Periodicals, Outside-County	*changes are shown in pink font	R2011-2
Periodicals,	Changes are shown in pink fort	
Prices		
1310.6,	Rate changes are reflected in draft MCS for Container Rate Prices (per pallet, tray, or sack).	See Docket No
Periodicals,	*changes are chause in pink font	R2011-2
Outside-County Periodicals,	*changes are shown in pink font	
Prices		
1310.6,	Change the following:	See Docket No
Periodicals,	Outside-County Periodicals including a Ride-Along piece	R2011-2
Outside-County	Add 00 165 for a Dida Alamai'a an adad adad a a Wida'a In Canada	
Periodicals, Prices	Add \$0.165 for a Ride-Along item enclosed with or attached to a Within In-County Periodical.	
1 11003	i criodicai.	
	to	
	Outside-County Periodicals including a Ride-Along piece	
	Add \$0.165 for a Ride-Along item enclosed with or attached to a Within an Outside-	
	County Periodical.	
	*changes are shown in pink font	

SECTION		Proposed Change	RATIONALE		
1405.1,	Change the	following:	Trademark		
Package Services, Parcel Post, Description	1405.1	Description	purposes		
T cot, Boschphon	to	Any matter mailable as Package Services mail may be sent as Single-Piece-Parcel Post.			
	1405.1	Description			
		Any matter mailable as Package Services mail may be sent via Single-Piece Parcel Post service.			
	*changes are	shown in pink font			
1405.6, Package	Rate change	Rate changes are reflected in draft MCS for Parcel Post.			
Services, Parcel Post, Prices	*changes are	*changes are shown in pink font			
1415.6, Package	•	Rate changes are reflected in draft MCS for Carrier Route, Nonpresorted, and Presorted Bound Printed Matter Flats.			
Services, Bound Printed Matter Flats, Prices	*changes are	*changes are shown in pink font			
1420.6, Package Services, Bound Printed Matter	Rate change Printed Matt	es are reflected in draft MCS for Carrier Route, Presorted, and Nonpresorted Bound ter Parcels.	See Docket No. R2011-2		
Parcels, Prices	*changes are	shown in pink font			

SECTION	Proposed Change	RATIONALE
SECTION  1425.1 a, Package Services, Media Mail/Library Mail, Description	Change the following:  1425.1 Description  Media Mail  a. The following items may be sent as Media Mail:  • Books, including books issued to supplement other books, of at least eight printed pages, consisting wholly of reading matter or scholarly bibliography, or reading matter with incidental blank spaces for notations and containing no advertising matter other than incidental announcements of books. Advertising includes paid advertising and the publishers' own advertising in display, classified, or editorial style;  • 16-millimeter or narrower width films, which must be positive prints in final form for viewing, and catalogs of such films of 24 pages or more (at least 22 of which are printed). Films and film catalogs sent to or from commercial theaters do not qualify for Media Mail;	Trademark purposes
	1425.1 Description  **Media Mail*  a. The following items may be sent via Media Mail service:  • Books, including books issued to supplement other books, of at least eight printed pages, consisting wholly of reading matter or scholarly bibliography, or reading matter with incidental blank spaces for notations and containing no advertising matter other than incidental announcements of books. Advertising includes paid advertising and the publishers' own advertising in display, classified, or editorial style;  • 16-millimeter or narrower width films, which must be positive prints in final form for viewing, and catalogs of such films of 24 pages or more (at least 22 of which are printed). Films and film catalogs sent to or from commercial theaters do not qualify for Media Mail service;  *changes are shown in pink font	

SECTION	Proposed Change	RATIONALE
1425.1 b, Package Services, Media Mail/Library Mail, Description	Change the following:  b. An annual mailing fee is required to be paid at each office of mailing or office of verification by or for mailers of presorted Media Mail (1505.2). Payment of the fee allows the mailer to mail at any presorted Media Mail price.	Trademark purposes
	b. An annual mailing fee is required to be paid at each office of mailing or office of verification by or for mailers of presorted Media Mail pieces (1505.2). Payment of fee allows the mailer to mail at any presorted Media Mail price.	f the
	*changes are shown in pink font	
1425.6, Package Services, Media Mail/Library Mail, Prices	Rate changes are reflected in draft MCS for Media Mail.  *changes are shown in pink font	See Docket No. R2011-2
1505.1.2, Special Services, Ancillary Services, Address	Add the word "piece" to the table below. Also, rate changes are reflected in draft MCS for this section.  1505.1.2 Prices	See Docket No. R2011-2 The word "piece" is added for
Correction Service, Prices	(\$)	trademark
Service, Prices	Manual correction, each	purposes and consistency.
	First-Class Mail piece, on-piece correction only 0.00	
	Other 0.50	
	*changes are shown in pink font	

SECTION	Proposed Change	RATIONALE
1505.2.1, Special Services,	Standard Mail	Trademark purposes
Ancillary Services, Application and Mailing Permit	A mailing fee must be paid each 12-month period for each permit used to mail Standard Mail pieces.	
G	Periodicals	
	Each authorized Periodicals publication must pay the application fee for one original entry authorization at the Post Office where the office of publication is maintained. An authorization to enter a publication at an additional entry office may be granted by the Postal Service upon application by the publisher and payment of the additional entry fee. A re-entry application fee must be paid whenever the publisher changes the publication's title, frequency of issue, or office of original entry, or qualification category. Prior to entering Nonprofit, Classroom, and Science of Agriculture Periodicals mail, a publication must obtain an additional Postal Service entry authorization to mail at those prices. Periodicals mail may be entered only by publishers or registered news agents. A news agent is a person or concern engaged in selling-distributing two or more Periodicals publications published by more than one publisher. News agents must register at each Post Offices at which they enter Periodicals mail, and pay the appropriate application fee.	
	*changes are shown in pink font	
1505.2.2, Special Services,	Rate changes for this section are reflected in draft MCS.	See Docket No. R2011-2
Ancillary Services, Application and Mailing Permit, Prices	*changes are shown in pink font	

SECTION	Proposed Change	RATIONALE
1505.3.2, Special Services, Ancillary	Rate changes for this section are reflected in draft MCS.	See Docket No. R2011-2
Services, Business Reply Mail, Prices	*changes are shown in pink font	
1505.4.2, Special Services, Ancillary	Rate changes are reflected in draft MCS for this section.	See Docket No. R2011-2
Services, Bulk Parcel Service, Prices	*changes are shown in pink font	
1505.5.1 a, Special Services,	1505.5.1 Description	Trademark
Ancillary Services, Application Certified Mail	a. Certified Mail service provides a mailer of First-Class Mail or Priority Mail (except Critical Mail) pieces with a mailing receipt and, upon request, electronic verification that an article was delivered or that a delivery attempt was made. If the initial attempt to deliver the mail is not successful, a notice of attempted delivery is left at the mailing address, and the date and time of the attempted delivery is made available to the mailer.  *changes are shown in pink font	purposes
1505.5.7, Special Services, Ancillary Services, Collect on Delivery,	Rate changes for this section are reflected in draft MCS.  *changes are shown in pink font	See Docket No. R2011-2
Prices		

Section	Proposed Change	RATIONALE
1505.9.1,	General Insurance	Trademark
Special Services, Ancillary Services, Insurance	a. General Insurance provides the mailer with indemnity for items loss of, rifling of, or damage to items mailed using Package Services, Parcel Select service, Standard Mail parcels, or items-eligible to be mailed via Standard Mail service or Package Services mail if included in a First-Class Mail or Priority Mail piece.	purposes
	*changes are shown in pink font	
1505.9.2, Special Services, Ancillary Services, Insurance, Prices	Rate changes for this section are reflected in draft MCS.  *changes are shown in pink font	See Docket No. R2011-2
1505.10.1,	1505.10.1 Description	Trademark
Special Services, Ancillary Services, Merchandise Return Service, Description	<ul> <li>a. Merchandise Return Service enables a permit holder to authorize a mailer to send parcels with the postage and fees paid by the permit holder.</li> <li>b. Merchandise Return Service is available for parcels sent by First-Class Mail service, Priority Mail service (except Critical Mail service), and Package Services.</li> </ul>	purposes
1505.10.2, Special Services, Ancillary	Rate changes for this section are reflected in draft MCS.	See Docket No. R2011-2
Services, Merchandise Return Service, Prices	*changes are shown in pink font	

SECTION		Proposed Change	RATIONALE
1505.11.1,	1505.11.1	Description	Trademark
Special Services,			
Ancillary		a. Parcel Airlift service provides for air transportation of Package Services and Parcel	purposes
Services, Parcel		Select pieces, on a space available basis to or from military Post Offices outside the	
Airlift (PAL),		contiguous 48 states.	
Description	**************	about in nink fant	
		shown in pink font	
1505.11.2,	Rate change	es for this section are reflected in draft MCS.	See Docket No.
Special Services,			R2011-2
Ancillary			
Services, Parcel	*changes are	shown in pink font	
Airlift (PAL),			
Prices			

SECTION		Proposed Change	RATIONALE
1505.12.1, Special Services,	1505.12.1	Description	Trademark purposes
Ancillary Services, Registered Mail, Description		a. Registered Mail service provides added protection to First-Class Mail and Priority Mail (except Critical Mail) pieces, and provides indemnity in case of loss, or-damage, or missing contents. The amount of indemnity depends upon the actual value of the article at the time of mailing, up to a maximum of \$25,000.00. Articles with a declared value of more than \$25,000.00 can be registered, but compensation for loss, or-damage, or missing contents is limited to \$25,000.00.	puipooc
		b. Registered Mail service provides the mailer with a mailing receipt and, upon request, electronic verification that an article was delivered or that a delivery attempt was made. A notice of attempted delivery is left at the mailing delivery address if the initial delivery attempt is unsuccessful. A notice of nondelivery is provided when a Registered Mail piece is undeliverable-as-addressed and cannot be forwarded. Delivery status may be obtained: over the Internet, by telephone, or by bulk electronic file transfer for mailers who provide an electronic manifest. The Postal Service maintains a record of delivery (which includes the recipient's signature) for a specified period of time.	
		c. Registered Mail pieces are forwarded and returned without additional registry charge.	
		d. Restrictions on the availability of Registered Mail service may apply, and specific mail preparation requirements must be met.	
		e. Indemnity claims for Registered Mail service must be filed within a specified period of time from the date the article was mailed. A claim concerning complete loss of registered articles may be filed by the mailer only. A claim concerning damage to or partial loss of registered articles may be filed by either the mailer or addressee.	
	*changes are sh	own in pink font	

SECTION	Proposed Change	RATIONALE
1505.12.2, Special Services, Ancillary Services, Registered Mail, Prices	Rate changes for this section are reflected in draft MCS.  *changes are shown in pink font	See Docket No. R2011-2
1505.13.2, Special Services, Ancillary Services, Return Receipt, Prices	Rate changes for this section are reflected in draft MCS.  *changes are shown in pink font	See Docket No. R2011-2
1505.14.1, Special Services, Ancillary Services, Return Receipt for Merchandise, Description	<ul> <li>Description</li> <li>a. Return Receipt for Merchandise service provides a mailer with a mailing receipt and a return receipt providing evidence that the mail has been received at the delivery address, including the recipient's signature.</li> <li>b. Return Receipt for Merchandise service is available with Priority Mail service (except Critical Mail service), Standard Mail parcels, Package Services, and Parcel Select service.</li> </ul>	Trademark purposes
1505.14.2, Special Services, Ancillary Services, Return Receipt for Merchandise, Prices	*changes are shown in pink font Rate changes for this section are reflected in draft MCS.  *changes are shown in pink font	See Docket No. R2011-2

SECTION	Proposed Change		
1505.16.1, Special Services,	1505.16.1 Description	Trademark	
Ancillary Services, Shipper-Paid Forwarding, Description	a. Shipper-Paid Forwarding service enables mailers to have undeliverable-as addressed machinable parcels, initially mailed as-using Standard Mail service (Commercial and Nonprofit) parcels, Package Services, or Parcel Select service, forwarded at the applicable First-Class Mail or Priority Mail price for up to one year from the date that the addressee filed a change-of-address order.	purposes	
	*changes are shown in pink font		
1505.16.2, Special Services, Ancillary	Rate changes for this section are reflected in draft MCS.	See Docket No. R2011-2	
Services, Shipper-Paid Forwarding, Prices	*changes are shown in pink font		
1505.17.1,	1505.17.1 Description	Trademark	
Special Services, Ancillary Services, Signature Confirmation, Description	<ul> <li>Signature Confirmation service provides mailers of First-Class Mail parcels, Package Services parcels, Parcel Select parcels, and Priority Mail pieces electronic confirmation of the delivery or attempted delivery of the mailpiece.</li> </ul>	purposes	
	*changes are shown in pink font		
1505.17.2, Special Services,	Rate changes for this section are reflected in draft MCS.	See Docket No. R2011-2	
Ancillary Services, Signature Confirmation, Prices	*changes are shown in pink font		

SECTION	Proposed Change		RATIONALE
1505.18.2, Special Services,	Rate changes for this section are reflected in draft MCS.  *changes are shown in pink font		See Docket No. R2011-2
Ancillary Services, Special Handling, Prices	changes are shown in pink tont		
1505.19.2, Special Services, Ancillary Services, Stamped Envelopes, Prices	Rate changes for this section are reflected in draft MCS.  *changes are shown in pink font		See Docket No. R2011-2
1515.2, Special Services,	1515.2 Prices		See Docket No. R2011-2
Address Management		(\$)	
Services, Prices	Address Sequencing		
	Per correction (removal of each undeliverable address, or addition of each missing or new address)	0.361	
	Insertion of blanks	0.00	
	AEC II Service		
	1-100 records resolved, minimum fee	26.00	
	Additional records resolved, per record	0.26	
	*changes are shown in pink font		
1520.2, Special Services, Caller Service, Prices	Rate changes for this section are reflected in draft MCS.  *changes are shown in pink font		See Docket No. R2011-2

SECTION	Proposed Change	RATIONALE
1530.2, Special Services, Confirm Service, Prices	Rate changes for this section are reflected in draft MCS.  *changes are shown in pink font	See Docket No. R2011-2
1545.2, Special Services, Money Orders, Prices	Rate changes for this section are reflected in draft MCS.  *changes are shown in pink font	See Docket No. R2011-2
1550.1, Special Services, Post Office Box Service, Description	a. Post Office Box service provides the customer with a locked receptacle for the receipt of mail during specified hours of access to the receptacle.  b. Two box keys are available upon payment of a refundable deposit. Additional keys, including replacement keys, will be provided upon payment of the key duplication or replacement fee and a refundable deposit. Changing the lock on a box is available upon request of the primary box customer and payment of the lock replacement fee. The lock replacement fee may also be charged as a late payment fee, regardless of whether the lock is changed.  *changes are shown in pink font	See Docket No. R2011-2
1550.3, Special Services, Post Office Box Service, Prices	Rate changes for this section are reflected in draft MCS.  *changes are shown in pink font	See Docket No. R2011-2
1600.2 Negotiated Service Agreements	Add the following to Negotiated Service Agreement Groups listing:  "Discover Financial Services, Inc. Negotiated Service Agreement (xxxx)	See Docket No. MC20121- 19/R2011-3

SECTION	Proposed Change	RATIONALE
16XX Negotiated Service Agreements, Discover Financial Services, Inc. Negotiated Service Agreement	The MCS language for this agreement should be added before the International section of market dominant NSAs.  DISCOVER FINANCIAL SERVICES, INC. NEGOTIATED SERVICE AGREEMENT  Eligible Mail  Eligible First-Class Mail and Standard Mail under this section are defined as all First-Class Mail Automation Presort letters and Standard Mail Automation and Enhanced Carrier Route letters which are eligible for the full-service Intelligent Mail Barcode discount sent by Discover Financial Services, Inc. and by entities in which Discover Financial Services, Inc. holds controlling shares, and by their vendors on their behalf. Eligible mail under this section sent by Discover Financial Services, Inc. will be for the purpose of direct banking and payment services business, including, but not limited to, sales and other promotions run in conjunction with Discover Financial Services' strategic partners or as part of strategic alliances with other entities.  Eligible Mail Rebates and Calculations  The following adjusted revenue threshold for otherwise eligible First-Class Mail Automation Presort letters and Standard Mail Automation and Enhanced Carrier Route letters must be met before any rebates under this section are payable:  a. Baseline Revenue. The baseline revenue is the total postage from Discover Financial Services, Inc.'s eligible mail less any sales rebates from February 2010 through January 2011.  b. Year 1 Revenue Threshold. Baseline Revenue + 10%.  c. Year 2 Revenue Threshold. Baseline Revenue + 15%.  d. Year 3 Revenue Threshold. Baseline Revenue + 20%.	See Docket No. MC20121- 19/R2011-3

Proposed Change	RATIONALE
e. Adjusted Revenue Threshold. For every one dollar that Discover Financial Services, Inc.'s total eligible First-Class Mail postage for the current contract year falls below the total eligible First-Class Mail postage for the preceding year, the revenue threshold for the current contract year for all of Discover Financial Services Inc.'s, total eligible mail will be adjusted upward by sixty-five cents. Any rebates received on the preceding year's First-Class Mail postage shall be excluded from the calculation of that year's total eligible First-Class Mail postage.	See Docket No. MC20121- 19/R2011-3
Rebate Discover Financial Services, Inc. will be eligible for a rebate of 75% of the cumulative postage increase resulting from any price change for its eligible First-Class Mail letters, and 37.5% of the postage increase resulting from a price change for Standard Mail letters if Discover Financial Services, Inc. meets or exceeds its revenue threshold in that year. The average price increase for Discover Financial Services, Inc.'s eligible First-Class Mail and Standard Mail will be calculated as the change in a Laspeyres index of the relevant price categories for each class, using Discover Financial Services Inc.'s volumes in the preceding contract year as weights.	
Penalties Discover Financial Services, Inc. will pay the Postal Service 10% of the difference between the adjusted revenue threshold for the year and their actual postage if Discover Financial Services, Inc. fails to meet the adjusted revenue threshold in the first year of the contract. Penalties for the second and third years of the contract will be agreed between the Postal Service and Discover Financial Services, Inc. 90 days before the end of each previous contract year, to allow room for adjustment based on economic and market conditions.	
Mergers and Acquisitions The baseline revenue will be adjusted upward to the extent that Discover Financial Services, Inc. merges with or acquires any entity which mailed either First-Class Mail or Standard Mail or both. The adjustment shall be an amount equal to the total First-Class Mail presort letter and Standard Mail presort letter and Carrier Route letter postage paid by the acquired or merged entity in the twelve months preceding the current contract year.	
	Inc.'s total eligible First-Class Mail postage for the current contract year falls below the total eligible First-Class Mail postage for the preceding year, the revenue threshold for the current contract year for all of Discover Financial Services Inc.'s, total eligible mail will be adjusted upward by sixty-five cents. Any rebates received on the preceding year's First-Class Mail postage shall be excluded from the calculation of that year's total eligible First-Class Mail postage.  Rebate  Discover Financial Services, Inc. will be eligible for a rebate of 75% of the cumulative postage increase resulting from any price change for its eligible First-Class Mail letters, and 37.5% of the postage increase resulting from a price change for Standard Mail letters if Discover Financial Services, Inc. meets or exceeds its revenue threshold in that year. The average price increase for Discover Financial Services, Inc.'s eligible First-Class Mail and Standard Mail will be calculated as the change in a Laspeyres index of the relevant price categories for each class, using Discover Financial Services Inc.'s volumes in the preceding contract year as weights.  Penalties  Discover Financial Services, Inc. will pay the Postal Service 10% of the difference between the adjusted revenue threshold for the year and their actual postage if Discover Financial Services, Inc. fails to meet the adjusted revenue threshold in the first year of the contract. Penalties for the second and third years of the contract will be agreed between the Postal Service and Discover Financial Services, Inc. 90 days before the end of each previous contract year, to allow room for adjustment based on economic and market conditions.  Mergers and Acquisitions  The baseline revenue will be adjusted upward to the extent that Discover Financial Services, Inc. merges with or acquires any entity which mailed either First-Class Mail or Standard Mail or both. The adjustment shall be an amount equal to the total First-Class Mail presort letter and Standard Mail presor

SECTION	Proposed Change	RATIONALE
Cont'd	Sale or Closure  The baseline revenue will be adjusted downward to the extent that Discover Financial Services, Inc. sells or closes a division or entity that mailed First Class Mail or Standard Mail or both. The adjustment shall be an amount equal to the total Discover Financial Services, Inc. eligible mail revenue lost from that particular entity or division in the year preceding the sale or closure.  Termination  Either the Postal Service or Discover Financial Services, Inc. can terminate this agreement with no penalty within the first nine months of any contract year. At the end of the ninth month, both parties are locked into the contract for the rest of that contract year.  Expiration	See Docket No. MC20121- 19/R2011-3
	This agreement expires three years from the implementation date set by the Board of Governors.	
1602.4.5 Negotiated Service Agreements, International, Inbound Market Dominant Multi- Service Agreements with Foreign Postal Operators	Add the following agreement:  HongKong Post—United States Postal Service Letter Bilateral Agreement, R2011-4, expires December 31, 2011.	See Docket No. R2011-4
1801	Change "Alternative" to "Alternate"	See Docket No. MT2011-1

SECTION	Proposed Change	RATIONALE
1802	Add the following Market Test:	See Docket No. MT2011-3
	1802 Every Door Direct Mail Retail	W12011-3
	Reference Docket No. MT2011-3 PRC Order No. 687, March 1, 2011 Expires March 31, 2013	
1803	Add the following Market Test:  1803 Mail Works Guarantee	See Docket No. MT2011-4
	Reference Docket No. MT2011-4 PRC Order No. 730, May 16, 2011 Expires TBD	
2000, Competitive Product List	Under Domestic Products, add "Lightweight Commercial Parcels"	See Docket Nos. MC2011-22
2000, Competitive Product List	Under Domestic Products, Market Tests, add "Gift Card Market Test"	See Docket No. MT2011-2

SECTION	Proposed Change	RATIONALE
2000,	Under Negotiated Service Agreements (Domestic), add the following:	See Docket No.
Competitive		MC2011-
Product List	Priority Mail—Non-published Rates	15/CP2011-51
	Priority Mail—Non-published Rates 1	
2000,	Under Negotiated Service Agreements (Domestic), add the following:	Reflects Order No.
Competitive	Office Negotiated Service Agreements (Domestic), and the following.	699 in Docket No.
Product List	"Parcel Select Contract 1"	MC2011-16 and
		CP2011-53. The
		Postal Service
		would also like to request that this
		product be listed in
		the MCS between
		"Express Mail &
		Priority Mail
		Contracts (2505.6)"
		and "Parcel Select
		& Parcel Return Service Contracts
		(2505.7)."
		,
2000,	Under Negotiated Service Agreements for the Global Expedited Package Services (GEPS)	See Docket No.
Competitive	Contracts, add "GEPS 4."	CP2011-54
Product List		
2000,	Under Special Services, add "Competitive Ancillary Services."	See Docket No.
Competitive	The state of the s	MC2011-
Product List		23/CP2011-62
2100.1,	Add: "Lightweight Commercial Parcels (2125)	See Docket No.
Domestic		MC2011-22
Products		

SECTION	Proposed Change	RATIONALE
2100.1, Domestic	Change "Market Tests (2125)" to "Market Tests (2130)"	
Products		
2105.5, Express Mail, Optional Features	In 2105.5 add:	See Docket No. MC2011- 23/CP2011-62
2110.1, Priority Mail, Size and Weight Limitations	Change "Flat Rate Envelop" to "Flat Rate Envelope"	

SECTION		Proposed Change	RATIONALE
2110.1, Priority	Change:		See Docket No.
Mail, Size and	Flat Rate	Nominal Sizes:	MC2011-24
Weight Limitations	Box	Large: 12.25 x 12.25 x 6.0 inches - approximately 1/2 cu. ft.	
		Medium: 11.875 x 3.375 x 13.625 inches or 11 x 8.5 x 5.5 inches – approximately 1/3 cu. ft.	
		Small: 8.625 x 5.375 x 1.625 inches - approximately 1/20 cu. ft.	
	to		
	Flat Rate	Nominal Sizes:	
	Box	Large: 12.25 x 12.25 x 6.0 inches or 11.875 x 3.125 x 24.0625 inches - approximately 1/2 cu. ft.	
		Medium: 11.875 x 3.375 x 13.625 inches or 11 x 8.5 x 5.5 inches – approximately 1/3 cu. ft.	
		Small: 8.625 x 5.375 x 1.625 inches - approximately 1/20 cu. ft.	
	*changes are shown in pi	nk	
2110.5, Priority Mail, Optional Features		petitive Ancillary Services (2645) Adult Signature Service (2645.1)	See Docket No. MC2011- 23/CP2011-62

SECTION 2110.6, Priority	Chang	e:	Pi	ROPOSED CHANGE	RATIONALE See Docket No
Mail, Prices	Retail	Flat Rate Box			MC2011-24
		Size	Delivery to Domestic Address (\$)	Delivery to APO/FPO/DPO Address (\$)	
		Small Flat Rate Box	5.20	5.20	
		Medium Flat Rate Boxes	10.95	10.95	
		Large Flat Rate Box	14.95	12.95	
	to Retail I	Flat Rate Box			
		Size	Delivery to Domestic Address (\$)	Delivery to APO/FPO/DPO Address (\$)	
		Small Flat Rate Box	5.20	5.20	
		Medium Flat Rate Boxes	10.95	10.95	
		Large Flat Rate Boxes	14.95	12.95	<del></del>
	*change	es are shown in pink	font		

SECTION			Pi	ROPOSED CHANGE	RATIONALE
Cont'd	Change Retail F	See Docket No. MC2011-24			
		Size	Delivery to Domestic Address (\$)	Delivery to APO/FPO/DPO Address (\$)	
		Small Flat Rate Box	5.20	5.20	
		Medium Flat Rate Boxes	10.95	10.95	
		Large Flat Rate Box	14.95	12.95	
	to Retail F	Flat Rate Box			
		Size	Delivery to Domestic Address (\$)	Delivery to APO/FPO/DPO Address (\$)	
		Small Flat Rate Box	5.20	5.20	
		Medium Flat Rate Boxes	10.95	10.95	
		Large Flat Rate Boxes	14.95	12.95	
	*change	es are shown in pink	font		

SECTION Cont'd	Chan	PROPOSED CHANGE Change:					
	Comn	Commercial Base Flat Rate Box					
		Size	Delivery to Domestic Address (\$)	Delivery to APO/FPO/DPO Address (\$)			
		Small Flat Rate Box	5.00	5.00			
		Regular Flat Rate Boxes	10.50	10.50			
		Large Flat Rate Box	14.20	12.20			
	to Comn	nercial Base Flat Ra	ate Box				
		Size	Delivery to Domestic Address (\$)	Delivery to APO/FPO/DPO Address (\$)			
		Small Flat Rate Box	5.00	5.00			
		Regular Flat Rate Boxes	10.50	10.50			
			10.50	10.50			

Section Cont'd	Chang Comm	PROPOSED CHANGE Change: Commercial Plus Flat Rate Box						
		Size	Delivery to Domestic Address (\$)	Delivery to APO/FPO/DPO Address (\$)				
		Small Flat Rate Box	4.95	4.95				
		Medium Flat Rate Boxes	9.97	9.97				
		Large Flat Rate Box	13.67	11.67				
	to Comm	ercial Plus Flat Ra	te Box					
		Size	Delivery to Domestic Address (\$)	Delivery to APO/FPO/DPO Address (\$)				
		Small Flat Rate Box	4.95	4.95				
		Medium Flat Rate Boxes	9.97	9.97				
		Large Flat Rate Boxes	13.67	11.67				
	*chang	es are shown in pink	font	•				

SECTION		Pr	OPOSED CHAN	GE		RATIONALE	
2115.1 c	Change the following:					See Docket No.	
Parcel Select, Description	Undeliverable-as-address or forwarded or returned Post price when forward	ed on request of the	e mailer, subjec	t to the applicable	Single-Piece Parcel	CP2011-64	
	to						
	"Undeliverable-as-add or forwarded or returned Barcoded Nonpresort						
2115.2 Parcel Select, Size and Weight Limitations	Add the following table					See Docket No. CP2011-60	
		Length	Height	Thickness	Weight		
	Minimum	Large enough to other required ele		stage, address, and lress side	None		
	Maximum	.35 cubic feet			5 pounds		
2115.3, Parcel Select, Minimum	Add the following requ	See Docket No. CP2011-60					
Volume Requirements	Regional Ground	Regional Ground 10,000 pieces per year					
2115.4 Parcel Select, Price Categories	Add "Forwarding and F	Returns" to each pr	ice category, ex	cept for Regional	Ground.	See Docket No. CP2011-64	

SECTION	Proposed Change	RATIONALE
2115.4	Add the following as a price category:	See Docket No.
Parcel Select,		CP2011-60
Price Categories	Regional Ground	
	OSCF	
	ONDC	
2115.5	In 2115.5 add:	See Docket No.
Parcel Select,		MC2011-
Optional Features	Competitive Ancillary Services (2645)	23/CP2011-62
	Adult Signature Service (2645.1)	

SECTION	Proposed Change	RATIONALE
2115.6 Parcel Select,	Add the following to prices for Destination Entered — DDU:	See Docket No. CP2011-64
Prices	d. Forwarding and Returns	0. 20 0 .
	Parcel Select pieces that are forwarded on request of the addressee or forwarded or returned on request of the mailer will be subject to the applicable Parcel Select Barcoded Nonpresort price, plus \$3.00, when forwarded or returned.	
	Add the following to Destination Entered — DSCF	
	e. Forwarding and Returns	
	Parcel Select pieces that are forwarded on request of the addressee or forwarded or returned on request of the mailer will be subject to the applicable Parcel Select Barcoded Nonpresort price, plus \$3.00, when forwarded or returned.	
	Add the following to Destination Entered — DNDC	
	e. Forwarding and Returns	
	Parcel Select pieces that are forwarded on request of the addressee or forwarded or returned on request of the mailer will be subject to the applicable Parcel Select Barcoded Nonpresort price, plus \$3.00, when forwarded or returned.	
	Add the following to Non-Destination Entered — ONDC Presort	
	e. Forwarding and Returns	
	Parcel Select pieces that are forwarded on request of the addressee or forwarded or returned on request of the mailer will be subject to the applicable Parcel Select Barcoded Nonpresort price, plus \$3.00, when forwarded or returned.	
	Appendix A – Page 50	

SECTION	Proposed Change	RATIONALE
Cont'd	Add the following to Non-Destination Entered — NDC Presort	See Docket No. CP2011-64
	e. Forwarding and Returns	
	Parcel Select pieces that are forwarded on request of the addressee or forwarded or returned on request of the mailer will be subject to the applicable Parcel Select Barcoded Nonpresort price, plus \$3.00, when forwarded or returned.	
	Add the following to Non-Destination Entered — Barcoded Nonpresort	
	c. Forwarding and Returns	
	Parcel Select pieces that are forwarded on request of the addressee or forwarded or returned on request of the mailer will be subject to the applicable Parcel Select Barcoded Nonpresort price, plus \$3.00, when forwarded or returned.	

	Proposed Change	RATIONALE
Add the follow	See Docket No. MC2011-22	
2125	Lightweight Commercial Parcels	IVIC2011-22
2125.1	Description	
	a. Any mailable matter may be mailed as Lightweight Commercial Parcels mail, except matter that meets the definition of "letter" in 39 C.F.R. § 310.1 and does not fit within any of the exceptions or suspensions to the Private Express Statutes in 39 C.F.R. Parts 310 and 320.	
	b. Lightweight Commercial Parcels mail is not sealed against postal inspection. Mailing of matter as such constitutes consent by the mailer to postal inspection of the contents, regardless of the physical closure.	
	<ul> <li>c. Lightweight Commercial Parcels pieces that are undeliverable-as-addressed are entitled to be forwarded or returned to the sender without additional charge.</li> <li>d. An annual mailing fee is required to be paid at each office of mailing by any person who mails at presorted prices (1505.2). Payment of the fee allows the mailer to mail at Lightweight Commercial Parcels price.</li> </ul>	
	2125	<ul> <li>2125 Lightweight Commercial Parcels</li> <li>2125.1 Description</li> <li>a. Any mailable matter may be mailed as Lightweight Commercial Parcels mail, except matter that meets the definition of "letter" in 39 C.F.R. § 310.1 and does not fit within any of the exceptions or suspensions to the Private Express Statutes in 39 C.F.R. Parts 310 and 320.</li> <li>b. Lightweight Commercial Parcels mail is not sealed against postal inspection. Mailing of matter as such constitutes consent by the mailer to postal inspection of the contents, regardless of the physical closure.</li> <li>c. Lightweight Commercial Parcels pieces that are undeliverable-as-addressed are entitled to be forwarded or returned to the sender without additional charge.</li> <li>d. An annual mailing fee is required to be paid at each office of mailing by any person who mails at presorted prices (1505.2). Payment of the fee allows the mailer to mail</li> </ul>

SECTION			Pr	OPOSED CHANGE			RATIONALE
Cont'd		See Docket No. MC2011-22					
	2125.2	Size and '	Weight Limitations				
	Comm	ercial Base (Sing	gle-Piece, ADC, 3-	Digit, and 5-Digit)			
			Length	Height	Thickness	Weight	
		Minimum	3.5 inches	3.0 inches	0.05 inch	None	
		Maximum	18 inches	15 inches	22 inch	13 ounces	
	Comm	ercial Plus (Singl	le-Piece, ADC, 3-D	Digit, and 5-Digit)			
			Length	Height	Thickness	Weight	
		Minimum	6 inches	3.0 inches	0.25 inch	3.5 ounces	
		Maximum	18 inches	15 inches	22 inch	<16 ounces	

SECTION		Proposed	CHANGE	RATIONALE
Cont'd	2125.3	Minimum Volume Requirements		See Docket No MC2011-22
		Lightweight Commercial Parcels	Minimum Volume Requirements	
		Commercial Base		
		Single-Piece	None	
		ADC	500 pieces per mailing	
		3-Digit	500 pieces per mailing	
		5-Digit	500 pieces per mailing	
		Commercial Plus	5000 pieces per year commitment	
		Single-Piece	200 pieces or 50 pounds per mailing	
		ADC	500 pieces per mailing	
		3-Digit	500 pieces per mailing	
		5-Digit	500 pieces per mailing	

SECTION		Proposed Change	RATIONALE
Cont'd	2125.4	Price Categories	See Docket No.
			MC2011-22
		The following price categories are available for the product specified in this section:	
		Commercial Plus	
		• 5-Digit	
		• 3-Digit	
		• ADC	
		• Single-Piece	
		Commercial Base	
		• 5-Digit	
		• 3-Digit	
		• ADC	
		• Single-Piece	

SECTION		Proposed Change	RATIONALE
Cont'd	2125.5	Optional Features	See Docket No. MC2011-22
		The following additional postal services may be available in conjunction with the product specified in this section:	
		<ul> <li>Ancillary Services (1505)</li> <li>Address Correction Service (1505.1)</li> <li>Business Reply Mail (1505.3)</li> <li>Certified Mail (1505.5)</li> <li>Certificate of Mailing (1505.6)</li> <li>Collect on Delivery (1505.7)</li> <li>Delivery Confirmation (1505.8)</li> <li>Insurance (1505.9)</li> <li>Merchandise Return Service (1505.10)</li> <li>Registered Mail (1505.12)</li> <li>Return Receipt (1505.13)</li> <li>Restricted Delivery (1505.15)</li> <li>Signature Confirmation (1505.17)</li> <li>Special Handling (1505.18)</li> </ul>	
		Special Handling (1905.10)	

SECTION			Pr	OPOSED CHANG	Ξ		RATIONALE
Cont'd	2125.6	Prices					See Docket No.
	Commerc	cial Plus					MC2011-22
	_	Weight (ounces)	5-Digit (\$)	3-Digit* (\$)	ADC* (\$)	Single- Piece (\$)	
		≥3.5 and <16	3.210	3.410	3.610	3.890	
	*	For parcels claiming	3-Digit or ADC p	orices, a \$0.05 surcha	rge applies if the pa	rcels are not barcoded.	

Maximum Weight (ounces)	5-Digit (\$)	3-Digit* (\$)	ADC*	Single-	MC2011-2
1		(4)	(\$)	Piece (\$)	
	1.122	1.254	1.340	1.56	
2	1.122	1.254	1.340	1.56	
3	1.122	1.254	1.340	1.56	
4	1.292	1.424	1.510	1.73	
5	1.462	1.594	1.680	1.90	
6	1.632	1.764	1.850	2.07	
7	1.802	1.934	2.020	2.24	
8	1.972	2.104	2.190	2.41	
9	2.142	2.274	2.360	2.58	
10	2.312	2.444	2.530	2.75	
11	2.482	2.614	2.700	2.92	
12	2.652	2.784	2.870	3.09	
13	2.822	2.954	3.040	3.26	
-	5 6 7 8 9 10 11 12	5     1.462       6     1.632       7     1.802       8     1.972       9     2.142       10     2.312       11     2.482       12     2.652       13     2.822	5     1.462     1.594       6     1.632     1.764       7     1.802     1.934       8     1.972     2.104       9     2.142     2.274       10     2.312     2.444       11     2.482     2.614       12     2.652     2.784	5       1.462       1.594       1.680         6       1.632       1.764       1.850         7       1.802       1.934       2.020         8       1.972       2.104       2.190         9       2.142       2.274       2.360         10       2.312       2.444       2.530         11       2.482       2.614       2.700         12       2.652       2.784       2.870	5     1.462     1.594     1.680     1.90       6     1.632     1.764     1.850     2.07       7     1.802     1.934     2.020     2.24       8     1.972     2.104     2.190     2.41       9     2.142     2.274     2.360     2.58       10     2.312     2.444     2.530     2.75       11     2.482     2.614     2.700     2.92       12     2.652     2.784     2.870     3.09

SECTION	Proposed Change	RATIONALE
2125, Market Tests	Change "2125 Market Tests" to 2130 Market Tests."	Numbering for Market Tests should be changed to accommodate the inclusion of Lightweight Commercial Parcels.
2125.1, Market Tests	Change:	
	2125.1 Collaborative Logistics	
	Reference	
	Docket No. MT2009-1	
	PRC Order No. 211	
	Expires,	
	TBD	
	to	
	2130.1 Collaborative Logistics	
	Reference	
	Docket No. MT2009-1	
	PRC Order No. 211	
	Expires	
	September 30, 2011	
	*changes are shown in pink font	

Proposed Change	RATIONALE
Delete:	Market test has
	expired.
2125.2 Samples Co-op Box	
Reference Docket No. MT2010-7 PRC Order No. 452	
TBD	
Add: 2130.2 Gift Card Market Test	See Docket No. MT2011-2
Reference Docket No. MT2011-2 PRC Order No. 721 Expires June 27, 2013	
	Delete:  2125.2 Samples Co-op Box  Reference

SECTION	01		P	ROPOSED CHA	NGE		RATIONALE
2305.2, Outbound International Expedited	Change 2305.2		d Weight Limitation	as			See Docket No. MC2011-24
Services	Global						
			Length	Height	Thickness	Weight	
		Minimum	Must be able to and postage	hold the shippin	g label with pouch	none	
		Maximum	46 inches	35 inches	46 inches	70 pounds	
			108 inches in co	ombined length a	nd girth		
	to 2305.2 Global	Size and	d Weight Limitation	is			
			Length	Height	Thickness	Weight	
		Minimum	Must be able to and postage	hold the shippin	g label with pouch	none	
		Maximum	46 inches	35 inches	46 inches	70 pounds	
			108 inches in co	ombined length a	nd girth		
	*change	es are shown in	pink font				

		Proposed Change		RATIONALE
Change Parcel	Nominal S	Sizes:		See Docket No. MC2011-24
Flat Rate Boxes	Large:	12.25 x 12.25 x 6.0 inches  — approximately 1/2 cu. ft.	20 pounds	
	Medium:	11.875 x 3.375 x 13.625 inches or 11 x 8.5 x 5.5 inches  approximately 1/3 cu. ft.		
to				
Parcel	Nominal S	Sizes:		
Flat Rate Boxes	Large:	12.25 x 12.25 x 6.0 inches or 11.875 x 3.125 x 24.0625 inches  approximately 1/2 cu. ft.	20 pounds	
	Medium:	11.875 x 3.375 x 13.625 inches or 11 x 8.5 x 5.5 inches  - approximately 1/3 cu. ft.		
*changes are shown in	pink font			
In 2505.2, under Neg Rates (2505.8)."	otiated Servic	e Agreements Groups add "Priority Ma	ail—Non-published	See Docket No. MC2011- 15/CP2011-51
	to Parcel Flat Rate Boxes  to  Parcel Flat Rate Boxes  *changes are shown in In 2505.2, under Neg	Parcel Flat Rate Boxes  Medium:  to  Parcel Large:  Medium:  Nominal S Large:  Medium:  *changes are shown in pink font  In 2505.2, under Negotiated Service	Parcel Flat Rate Boxes    Parcel Flat Rate Boxes   Large: 12.25 x 12.25 x 6.0 inches	Change  Parcel Flat Rate Boxes  Nominal Sizes:  Large: 12.25 x 12.25 x 6.0 inches  approximately 1/2 eu. ft.  Medium: 11.875 x 3.375 x 13.625 inches or 11 x  8.5 x 5.5 inches  approximately 1/3 eu. ft.  To  Parcel Flat Rate Boxes  Nominal Sizes:  Large: 12.25 x 12.25 x 6.0 inches or 11 x  8.5 x 5.5 inches  approximately 1/3 eu. ft.  Vominal Sizes:  Large: 12.25 x 12.25 x 6.0 inches or 11.875 x  3.125 x 24.0625 inches  approximately 1/2 eu. ft.  Medium: 11.875 x 3.375 x 13.625 inches or 11 x  8.5 x 5.5 inches  approximately 1/3 eu. ft.  *changes are shown in pink font  In 2505.2, under Negotiated Service Agreements Groups add "Priority Mail—Non-published"

SECTION	Proposed Change	RATIONALE
2505.2, Domestic, Negotiated Service Agreements Groups	In 2505.2, under Negotiated Service Agreements Groups add "Parcel Select Contract 1."	See Docket No. MC2011-16 and CP2011-53. The Postal Service would also like to request that this product be listed in the MCS between "Express Mail & Priority Mail Contracts (2505.6)" and "Parcel Select & Parcel Return Service Contracts (2505.7)."

SECTION	Proposed Change	RATIONALE
2505.8, Priority Mail— Non-published Rates	Add: 2505.8 Priority Mail—Non-published Rates  This group consists of standardized contracts for the Postal Service to provide Priority Mail service to an individual customer at non-published rates that fall between a pre- approved price floor and ceiling. Each individual contract will specify the applicable	See Docket No. MC2011- 15/CP2011-51
	rates, postage payment methods, and whether packaging is provided by the Postal Service, along with standardized provisions for contract length, termination, and annual price adjustments.  Each product is followed by a list of agreements included within that product.	
	<ul> <li>Priority Mail—Non-published Rates 1         Baseline Reference         Docket Nos. MC2011-15 and CP2011-51         PRC Order No. 661, February 3, 2011         Included Agreements</li> </ul>	

SECTION	Proposed Change	RATIONALE
2505.X, Parcel Select Contract 1	Add "Parcel Select Contract 1" to the section designated for Negotiated Service Agreements, Domestic	Docket No. MC2011-16 and CP2011-53. The Postal Service would also like to request that this product be listed in the MCS between "Express Mail & Priority Mail Contracts (2505.6)" and "Parcel Select & Parcel Return Service Contracts (2505.7)."
2510.3.6, Global Expedited Package Services Contracts,	Add:  • GEPS 4  Baseline Reference  Docket No. CP2011-4  PRC Order No. 657, January 24, 2011	See Docket No. CP2011-4
2515.6	In title of service, change:  "Inbound EMS International Expedited Services"  to  "Inbound EMS"	Mistakenly omitted in March 24, 2011, filing.
2515.6.7	Tier 1: Remove "Canada" and add "United Arab Emirates."  Tier 2: Remove "United Arab Emirates" and add "Norway."	See Docket No. MC2010-37 and CP2010-126.

SECTION		Proposed Change	RATIONALE
2600.2, Special Services, Products included in Class	Add: Competit Adult S	See Docket No. MC2011-23 and CP2011-62	
2645, Special Services, Competitive Ancillary Services	2645.1 2645.1.1	Competitive Ancillary Services  Adult Signature Service  Description	See Docket No. MC2011-23 and CP2011-62
	2043.1.1	<ul> <li>a. Adult Signature service provides electronic confirmation of the delivery or attendelivery of the mailpiece, and, upon request, the recipient's signature, with two options: Adult Signature Required, which requires the signature of anyone 21 yeage or older at the recipient address; and Adult Signature Restricted Delivery, we require the signature of the addressee only, who must be 21 years of age or older Photo identification showing date of birth, as authorized by the Postal Service, is required prior to delivery.</li> <li>b. The Postal Service maintains a record of delivery (which includes the recipient signature) for a specified period of time.</li> <li>c. Adult Signature service is available with Express Mail, Priority Mail, and Parcel Select.</li> </ul>	ears of which er. s
Cont'd	2645.1.2	Prices	See Docket No. MC2011-23 and
		(\$)	CP2011-62
	A	Adult Signature Required 4.75	
	A	Adult Signature Restricted Delivery 4.95	

SECTION	Proposed Change	RATIONALE
4000	Change:	See Docket No.
	"On white () () was a located in Nil	R2011-2
	"Serbia (Yugoslavia)"	
	to	
	"Serbia, Republic of"	